

HOUSE BILL 3988

By Evans

AN ACT to amend Chapter 1 of the Private Acts of 1989; and any other acts amendatory thereto, relative to officers and employees who handle money for the City of Springfield.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Article VIII of Chapter 1 of the Private Acts of 1989 and any other acts amendatory thereto, is amended by deleting Section 5 in its entirety and by substituting instead the following:

Section 5. Officers, employees, etc., who handle money shall be bonded or have adequate employee dishonesty insurance coverage. The City Manager and every officer, agent and employee having duties embracing the receipt, disbursement, custody, or handling of money shall, before entering upon his or her duties, either execute a surety bond with a surety company authorized to do business in this State, as surety, or provide for employee dishonesty insurance coverage, including coverage for faithful performance, with an insurance provider authorized to do business in the State of Tennessee. The amount of all such bonds or employee dishonesty insurance coverage shall be prescribed by ordinance or this Charter. All such bonds or employee dishonesty insurance shall be subject to the approval of the Board of Mayor and Aldermen. The Board of Mayor and Aldermen may provide for blanket bonds or for employee dishonesty insurance coverage applicable to all employees on a per loss limit basis. The cost of all employee bonds or dishonesty insurance coverage shall be an expense of the City.

SECTION 2. This act shall have no effect unless it is approved by a two-thirds (2/3) vote of the Board of Mayor and Aldermen of the City of Springfield within ninety (90) days of its

approval by the Governor of this State. Its approval or nonapproval shall be proclaimed by the Mayor of the City of Springfield and certified by the Mayor to the secretary of state.

SECTION 3. For the purpose of approving or rejecting the provisions of this act, it shall be effective upon becoming a law, the public welfare requiring it. For all other purposes, it shall become effective as provided in Section 2.